

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 422** HLS 16RS 956

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: March 18, 2016 9:26 AM	Author: AMEDEE
Dept./Agy.: Treasury	Analyst: Matthew LaBruyere
Subject: Payments Towards State Debt Fund	

FUNDS/FUNDING

OR SEE FISC NOTE GF RV

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Establishes the Payments Toward State Debt Fund as a special treasury fund

Proposed law creates the Payments Towards State Debt Fund (the fund) as a special treasury fund, to be funded by grants, donations, and legislative appropriations. Proposed law provides for the following uses of the fund:

- 1) At least 25% be appropriated for the Budget Stabilization Fund, unless deposits into the fund are prohibited.
- 2) At least 10% to pay the balance of the unfunded accrued liability (UAL) of La. State Employees' Retirement System (LASERS) and the Teachers' Retirement System of Louisiana (TRSL) as of June 30,1988.
- 3) The remainder to be appropriated for retiring or defeasing debt.

Effective July 1, 2016.

EXPENDITURES	2016-17	2017-18	2018-19	2019-20	2020-21	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2016-17	2017-18	2018-19	2019-20	2020-21	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total						

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

Creating a new statutory dedication within the state treasury will result in a marginal additional workload for the State Treasury, which can be absorbed with existing resources. However, to the extent other legislative instruments create new statutory dedications, there may be material additional costs associated with the aggregate effort to administer these funds.

REVENUE EXPLANATION

The proposed legislation may result in an increase in statutorily dedicated revenue as a result of depositing monies received by the state through grants, donations, legislative appropriations, gifts and other monies into the fund. The exact increase in revenue is indeterminable since it would depend on the amount of monies that are gifted or donated to the state.

In the event monies are deposited into the fund, the monies would be distributed as follows:

- A minimum of 25% into the Budget Stabilization Fund;
- A minimum of 10% to the UAL of LASERS and TRSL as of June 30,1988; and
- The remainder of funds for retirement or defeasence of debt.

Senate Dual Referral Rules House

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|---|--|
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

Evan Brasseaux

Evan Brasseaux
Staff Director